(D) BELLSOUTH

BellSouth Telecommunications, Inc.

333 Commerce Street Suite 2101 Nashville, TN 37201-3300

ioelle.phillips@bellsouth.com

01 AUG 3 AM 8 Sattorney

REQUESTIONS

July 30, 2001

VIA TELECOPIER (615) 532-4892

Vance Broemel, Esquire Consumer Advocate Division Post Office Box 20207 Nashville, Tennessee 37202

Re:

Second Complaint of Discount Communications, Inc. Against

BellSouth Telecommunications, Inc.

Docket No. 00-01151

Dear Vance:

Enclosed please find our draft customer notification letter for use in the event of termination of service to Discount. As we discussed on Friday, BellSouth is happy to work with you to ensure that the letter contains all the necessary information.

I have been informed this morning by Henry Walker that Discount has filed bankruptcy. We have not yet received a copy of the petition, although we anticipate receiving it today. Henry indicated that Discount would be amenable to proceeding as scheduled with the hearing on Tuesday, notwithstanding the filing. BellSouth would also be willing to proceed, as scheduled, provided that Discount enters into a joint motion to seek a lift of stay from the Bankruptcy Court to allow that proceeding to go forward without violating the automatic stay. In the alternative, I have suggested that we have an informal meeting, during which we could discuss the notice, the timetable for addressing the remaining issues with respect to termination of service, and any new issues presented by the bankruptcy case.

Vance Broemel, Esquire July 30, 2001 Page 2

Please feel free to give me a call if you have questions or comments concerning the enclosed letter.

Cordially

Joelle Phillips

JJP/jej

Enclosure

cc:

Henry Walker, Esquire (w/o enclosure)

Richard Collier, Esquire (w/o enclosure)

Guy Hicks, Esquire

Paul Stinson